G. R. S. IX-5]

Previous references.

Banking 6-1896

1902—03

~~191—~~.

(Banking)

File No. 36

Serial Nos. 1—2

Later references.

P 27

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1 — 2

Part B for August 1903

SUBJECT.

Inspection Report on the Agricultural Bank at Bidarguppe, Anekal Taluk.

W D 88—GPB—50,000—24-7-16

Indexed

A7 114 of

(13)

189 R45

From The Inspector of Agricultural Banks in Mysore,

To The Secretary to the Government of His Highness the Maharaja of Mysore, General and Revenue Depts.

12

Dated 30th June 1903.

Despatched

Received

General No. 473
No.

Enclosure No. 1 Report

Submitting the report of Mr. D. M. Narasinga Rao on the Bidar Agricultural Bank

Pl send with thanks

3/7/03

2.

P:478

Submitted to the Secretary to the Government, Genl & Revenue Depts

Chamberlain Esqr
30.6.03 Regd Agl Banks

Inspection Report on the Agricultural Bank at Bidarkappe Anekal Taluk.

1. The Bidarkappe Agricultural Bank was inspected by me on the 8th April 1903.

2. There is a duly registered suitable Bank office for transaction of business. The last inspection was on 25.6.02 since which date there has been no change of office, except during the plague season, ie, between 1st January 03 & 20.3.03. when it had been temporarily kept in a shed. Proper authority for

for the change exists.3

3. No rule is framed regarding dates & hours of business. The people have to find out the Agent & the president in their residences. This is inconvenient & owned from the convenience if the Bank be called upon to fix the dates & hours of business. On 8 days in a month on the average business has been done since last inspection

4. The Bank's Registers &c are kept in the Bank premises in the custody of the Agent.

5. The business was at its formation, confined to the following villages:—

1. Bidarkuppe
2. Andenahalli
3. Muthanallur
4. Yadavanhalli

5. Guddahatti
6. Krishnarajana
7. Bommasandra
8. Jigala
9 Arenur
10. Banahalli
11. Chandapur
12 Sollepura
13 Medihalli
14 Indalwadi
15 Thimsandra
16 Hudkur
17 Chattahalli
18. Gulimangala
19 Harohalli
20 Madivala
21 Kudla
22 Attibelle
23 Andapura
24. Hattanallur Khane

It was extended to the following villages by Govt. pro.: No 4412-15; dt 18.10.97.
R:7 114.96

1. Rajapura 5
2 Annakkee
3 Hemagara
4 Hemagara Khane
5 Hosahalli
6 Yarandhalli
7 Kachanaikanahalli
8 Chik Thimsandra
9 Iggalur
10 Bommasandra
11 Lakshminarasapura
12 Ali Bommasandra
13 Adigondhalli
14 Samanahalli
15 Gottamaranhalli
16 Chikkayamanda
17 Bikkanhalli
18 Avalhalli
19 Kellalige
20 Kolathur
21 Kittiganhalli
22 Gopisandra

19 villages are beyond 5 kms.

6

the villages are duly registered. The majority of members live within 5 miles of office beam fine line beyond a radius of 5 miles. Out of fine directors one only lives at Bidarkatpe.

6. With 20 members the Bank was formed on 26th May 97 and the subsequent additions to membership were as follows:—

original No:	20	
(i) on 26.6.97	49	members
(ii) on 25.11.97	68	"
(iii) on 16.1.99	15	"
(iv) on 18.1.00	9	"
(v) on 28.1.00	2	"
(vi) on 28.1.01	4	"
(vii) on 25.7.01	2	"
	169	members

Out of these the following have

ceased to exist as members:-

(a) owing to non-attendance:- 9

Note - in two cases this reason is omitted.

(b) owing to resignation:- 9

(c) ——— death 2

20

There are 149 members on the list. All the members have been duly elected & registered.

7. A list of names of members is maintained and it is believed that it is not only complete but accurate - the statement of the president & the Agent of the Bank could be verified only by careful enquiries. The directors have not divided their duties. No circles are formed.

No new acquisitions are brought in the Register, although several exist. It is reported that there are no alterations.

It appears to be the function of the Board of Directors to watch new acquisitions or alienations; but as they do not record the result of the enquiries, if any, made by them, it is difficult to say whether a strict watch is kept by the Bank in this matter. A yearly or half yearly report of the work done by each director would be valuable in throwing sufficient light on the useful nature of the enquiry made by him.

The liability of the Bank on the date of inspection was about Rs 39165; while the net amount of property as estimated was Rs 93,481.

8. As regards Bank's funds, the limit fixed at formation

has been increased from Rs 25000 to Rs 43,000.

The sources of Bank's funds and the amount of funds are as follow:—

a. Govt. advance - 39165—

b. Entrance fee - 81

c. Fines — 35-8-0

39281-8-0

On 25.7.00 a resolution regarding deposits was made on three conditions

(I) Interest is payable at 4% p.c.

(II) The deposit can be ~~drawn~~ withdrawn at pleasure.

(III) deposits upto Rs. 6- be kept entirely bank gains in confidence.

(IV) deposits shall be received from members & non-members none received upto Rs. 6- ~~Date~~. -

9. Loan from Government.

(i) 15,000 Rs sanctioned on 23/3/97

(ii) 28,000 Rs " — on 15/4/97

Between May 97 & August 1898 Rs 43,000 were drawn from the Treasury by the Bank.

The following repayments were made by the Bank.

(i)	Calender year	1901	1200.
(ii)	" —	1902	2600
(iii)	" —	1903	35-
			Rs 3835-

The latest ruling regarding repayment of loans are violated. Under Govt. pro. No R 2067-76 R.7.38-1900, dated 10.11.02, — however, ten years time is allowed for repayment from 1902-03.

The terms fixed for repayment of principal are only

partially adhered to—, while the payment of interest on the advance has been fairly punctual.

10. The Bank has not received loan from any person excepting Govt. As regards deposits a resolution was made by the Bank on 25.7.00, on three conditions. (vide para 8 supra). No deposit has been received up to-date. If this Resolution had been fully adhered to, the deposit amount would have been large enough. The resolution is not obeyed by the members, and it is not enforced. The rule regarding the imposition of a fine of one anna for default in payment of deposit has never been enforced. The rules regarding treatment of deposits framed by the Bank disclose the real views of the Members

regarding them. The deposits made by any member is re-payable on demand. It cannot be used for the purpose of lending out.

The accounts of the Bank are kept well. The cash-book appears to have been written as the transactions occured. No discrepancies were found in the accounts. Agents sig-nature appears on all transactions while presidents' initials are obtained in rare instances.

Disbursements were duly authorised and supported by proper vouchers.

The charges incurred under "Establishment and contingencies" appear to be reasonable. The office-bearers do

do gratuitous service. The establishment charge includes the pay of a mutsaddi and a peon. It is reported that an additional peon will be entertained during the months of June & December to facilitate collection.

The date of last entry in the Cash Book is 20.3.03 and the cash found on 8/4/03 is ~~Rs~~ Rs. 5-13-3. The limit of cash balance in the hands of Agent is Rs 200/- provided under Article 40 of the Articles of Association. Sometimes the limit is unnecessarily exceeded.

The general results of the Bank's cash transactions up-to-date of inspection are embodied in the subjoined table:—

14

Receipts				Expenditure			
1. From Treasury	43200	-	-	1. To Treasury Loan account	4035	-	-
2 " deposits	-	-	-	2. " depositors	-	-	-
3 " Entrance fee	81	-	-	3 " Members Loan	56219	-	-
4 " Interest and penalty	10626	11	7	4 " Govt. on account of interest —	8575	4	8
				5 " depositors	-	-	-
5 " Loans repaid	16323	7	6	6 " printing charges	69	4	3
6 " other items	212	5	4	7 " Establishment	884	-	-
				8 " Contingent	56	6	7
				9 " Members - on account of interest	11	11	2
				10 " Registration fees	24	12	-
				11 " other items	481	4	6
				12 " Balance on hand	5-	13	3
Total Rs	70362	8	5		70362	8	5

12. As regards loans the General Assembly has passed no resolution regarding the proportionate value of property to be offered as security for sums to be advanced.

No definite rule exists. No loan has been advanced to any member; and no loan in contravention of rule were noticed, except in one case viz No: 71. The object of loan is specially and clearly described in Dakhasts. But it is not certain whether the Board of Directors check the application of loan money, there being no record touching the matter.

The sums obtained and used for the several purposes are set out in the following form:—

Amount obtained			Amount spent.	
1. To discharge Encumbrances	1762	- -	1. paid for discharging encumbrances	1719 5 -
2. To other debts	2549	8 - -	2. " to discharge other debts	1916 7 -
3. To Agricultural purposes	1309	4 - -	3. for Agricultural purposes	1309 4 -
			(a) purchasing additional lands — 570-0-0	
			(b) improving 740-0-0	
			(c) sinking wells. 935-0-0	
			(d) towards assessment — 1265-0-0	
			(e) other agricultural operations 9456-0-0	
Total Rs	5621	12 - -		4945 6 -

In case No: 71 a sum of Rs 2,000 was lent on security of immovable property on 2.4.98 & Rs 50 was lent under IVth class on 3.6.98 (hand loan). Total Rs 2050.

This course is opposed to the rule that no body shall be lent more than Rs 2,000 on his own account.

13. The mortgage bonds are in effective form being duly registered and executed by persons. The discharged title-deeds have been delivered to the Bank The securities accepted by the Bank are fairly satisfactory.

The particulars of loans of different classes are noted below:-

	Rs
1. Loans of first class outstanding at date of inspection exclusive of repayment —	37,070-11-8

2. Loans of 2d. class outstanding at the date of inspection exclusive of repayment. } 2119-12-10

3. Loans of 3d. class ditto — nil

4. Loans of 4th. class do - 765-0-0

5. Total —— 39895-8-6

6. Value of property under mortgage to Bank } 93481-0-0

14. The repayments of loans by members is not punctual. The sums due by members and the dates on which they became due are appended in statement A.

From the statement it will be seen that the worst offenders in this respect are the office-bearers themselves. Unpunctual payment being advantageous

b- the office-bearers also, no other result- than what is recorded above is possible. For irregular payment of interest penalty at ½ pie a rupee is levied as Resolved on 8.8.1901. Failure of crops for want- of timely rains and frequent- outbreak of plague are pleaded as excuses for non- repayment of loans. The penalty for default of regular payment is not- exercised either regularly or in all cases.

15. Of the end of December/02 Rs 680-3-3 remain under 'Surplus'. This amount has not been collected for; it- is due from the members. A large amount of interest is still left-

unrecovered and charges
incurred in connection with court-
costs for the recovery of loans
in a few cases, have tended
to reduce the surplus. The
Bank has no other assets.

16. As regards meetings of
General Assembly the rules
on the subject are understood
and enforced. Meetings are
convened after due notices
to members. Two meetings,
regularly at an interval of
six months, have been held
since last inspection.

The members generally take
interest in the Bank and there
appears to exist no split among
them. The resolutions are duly
recorded in the proceedings book
and were not found to be in
consistent with the Articles
of Association or other provisions
of Law.

17. Only three meetings of the Directors were held since last inspection. viz.

First on 28.6.02

Second, on 10.10.02

Third, on 20.12.02

Their Resolutions are duly recorded in a Book. It is not easy to say which of the Directors has been taking a special interest in the Bank.

18. The business of the Bank is conducted by the Agent, the President, the Board of Directors, the Audit Committee and by the General Assembly. No executive Committee has been appointed. The Auditors meet once in six months and audit the accounts.

19. As regards Registers and Accounts it must be said that they are well kept by the Mutaddi of the Bank. All the Registers referred to in Govt pro: No. R 2558-66 of 10th December/04. are maintained & written up to date

20. The Bank is not without utility. But the members require inculcation of the principles on which an Agricultural Bank can hopefully be worked. They do not appear to think that there exists a dire need for forming a Reserve Fund, without which the Bank cannot continue to exist after the Government loan is fully repaid. In short, they lack a proper sense of discipline and self Government.

Asst Commissioner

Asst Commissioner
Bangalore Rural

D/ Bangalore
8th May 1905

A. 22

Statement showing the arrears of loan to be repaid by the Members of the Bidar Kuppe Agricultural Bank, Ane kal Taluk.
(Outstanding up to end of March 1903).

Register No. of the Member	Name of Member.	Class of Loan	Number of Instalments	Date of Loan advanced	Amount of Loan advanced	Amount due up to date	Amount received towards Loan	Balance	Remarks.
1.	Venkataramaniah	I	6 years	6.7.1897	1000	750	100	650	
			10	29.4.98	1000	400	100	300	
2.	Kapiniah	I	10	9.9.97	1000	500		500	
			10		300				
3	Dod Venkataramaiah	I	10	9.9.97	1000	500		500	
			10		1000	100		100	
4	Nanjunda Bhatta	I	5	29.5.97	450	450		450	
5	Venkatappa	I	5	29.5.97	750	750		750	
		I	10	31.12.97	1000	500		500	
		II	6	20.2.02	200	200		200	
6	Lakshmi Narasimha	I	5	29.5.97	350	350	30	320	
7	Cheennappa	I	5	6.1.98	300	300	50	250	
		II	6 ½	8.8.01	200	200		200	
8.	Javakal Sabi	I	5	29.5.97	450	450	138 11 4	311 4 8	
9	Chandareddy	I	10	9.9.97	1000	500	225	275	
		I	10	31.12.97	1000	500		500	
10	Dod Siddareddy	I	5	29.5.97	1000	1000	100	900	
		I	10	31.1.99	500	200		200	
11	Yadavanhalli Nanjappa	I	10	9.9.97	1000	500	600	400	
		I	10	18.2.98	1000	500			

		IV	3 months	15-11-02	50			50						50			
12	Chik Thimmarad[illegible]	I	5 yrs	8-7-97	300			300			130			170			
14	Atchiah	I	5	29-5-97	750			750			100			1050			
		I	10	29-4-98	1000			400									
		IV	3 months	5-2-02	50			50						50			
15	Dasappiengar	I	6 yrs	6-7-97	1000			500			188	2	4	686	13	8	12 zemilen
		I	10 yrs	18-1-98	750			375									
		IV	3 months	2-7-01	50			50									
16	Munayanda	I	5 yrs	29-5-97	750			750						1150			
		I	5 yrs	3-5-98	500			400									
17	Singiengar	I	5	29-5-97	400			400			166	14	6	433	1	6	
		I	5	25-3-98	200			200									
18	Venkatachalengar	I	7	31-5-97	750			500						820			
		II	5	3-5-98	400			320									
19	Banahalli Naisappa	I	10	9-9-97	1000			500			300			700			
	& Bheemavvanah	I	10	27-2-98	1000			500									
20	Thimmappa	I	5	29-5-97	500			500						500			
		II	3 months	16-5-02	100			100						100			
21	Muniga	IV	3 "	6-5-02	50			50						50			
23	Shavariga	I	5 yrs	6-7-97	100			100			90			119			
		I	5	4-1-98	100			100									
24	Muniga alias Thippa	I	5	15-4-98	100			80						80			
25	Linga	I	5	27-7-97	50			50			30		2	20			
2	Venkatarayanah alias Appanna	I	5	30-12-97	225			225			55			170			
28	Thi Muniga	I	5	31-12-97	75			75			12	14	1	62	1	11	

30	Barkuga	I	5	3/4	16-5-98	75		60								60			
33	Chennappa	I	5		30-12-97	150		50			75					75			
35	Nanjappa	I	5		5-5-02	300													
36	Sanjeeva	I	5		31-12-97	200		200			73	13	4			126	2	8	
38	Kulliah	I	5		31-12-97	200		200								200			
39	Chik Ramanna	I	5		31-12-97	150		150			120					30			
40	Nallurhulli munisa	I	5		31-12-97	100		100			37					63			
41	Papireddy	I	5		18-1-98	100		100			38	11	4			61	4	8	
42	Dasarhalli Ramiah	I	5		18-1-98	100		100			39	11	3			60	4	9	
43	Ramiah	I	5		31-12-97	100		100			50					50			
44	Nafappa	I	5		31-12-97	100		100			60					40			
46	Muni Nanjiah	I	5		31-12-97	200		200			89	15	7			110		5	
48	Afasa Maddura	I	5		31-12-97	50		50			15					35			
51	Naranappa	I	7		18-1-98	750		500			99	12				400	4		
53	Kurab Krishna	I	5		31-12-97	150		150								150			
54	~~Ramanappa~~	IV	63	mats	30-11-01	50		50								50			
56	Komarappa	I	5	1/2	31-12-97	120		120			28	1	3			91	14	9	
55	Annamaniyamma	I	5		5-7-00	100		40								40			
56	Lakshmiah	I	5		31-12-97	175		175								175			
57	Ramabhatta	I	5		22-2-98	200		200			105					95			
58	Muni Naga	I	5		27-2-98	300		300			200					100			
59	Muni Sawmi	I	4		27-2-98	100		100			60					40			
61	Thotala Munappa	I	5		27-2-98	100		100			43	12				56	4		
64	Nada Kalija Kakija	I	5		4-3-98	150		150			45					105			
65	Muniya alias Munipah	I	5		27-2-98	150		150			27					123			
											30					120			

| | | |

| | | |

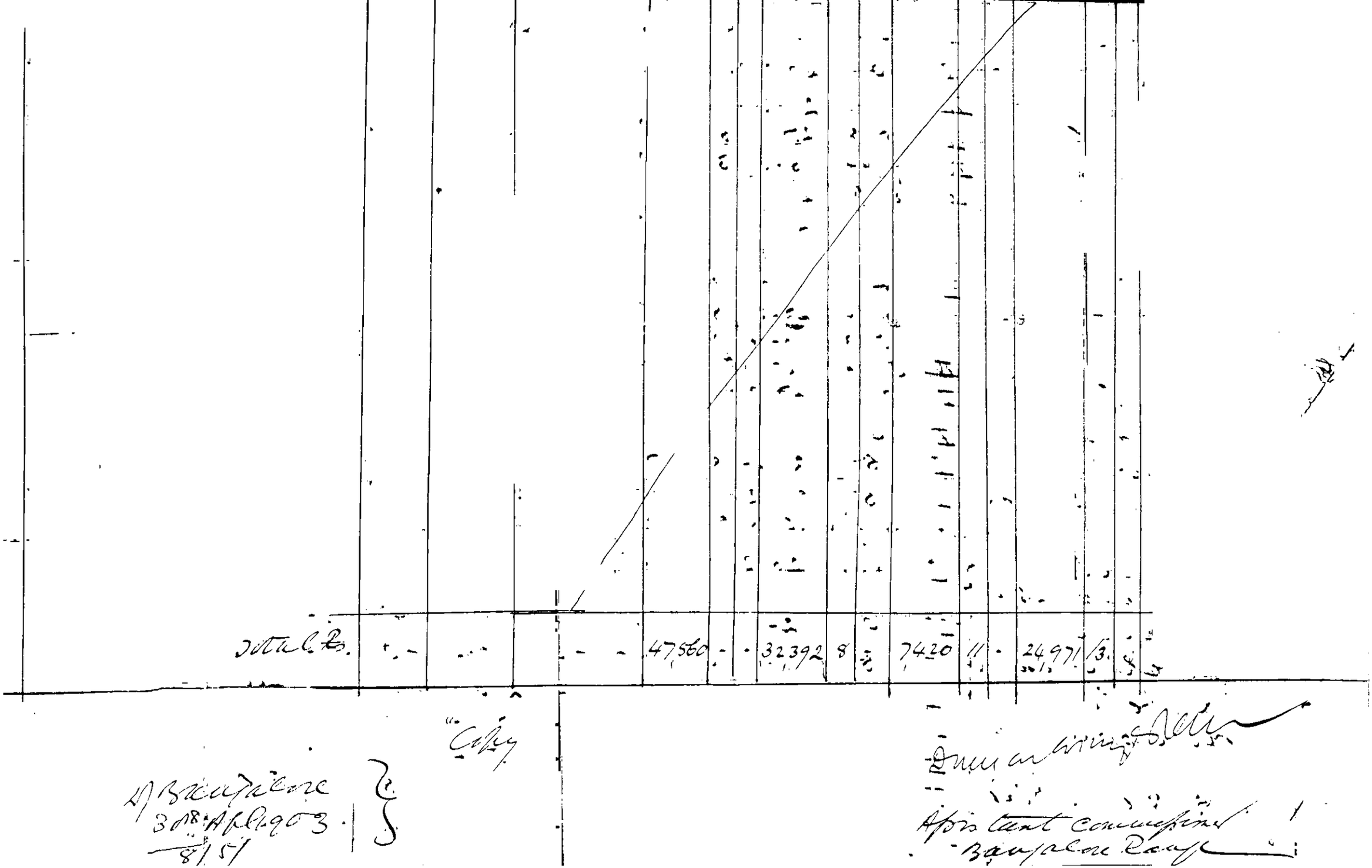
A. 5. 2

Contd

90	Parasiya	I	4 yrs	27-2-98	400		400		67	12	32	4
91	Gauramma	I	6	27-2-98	300		250		71		179	
92	Nanjundiah	I	8	26-2-98	400		250		200		50	
93	Kakanidiga	I	5	26-2-98	150		150		120		30	
94	Ramanna	I	5	26-2-98	250		250		120		130	
		IV	3 months	30-10-02	30		30				30	
95	Ganga	I	5 yrs	28-2-02	125		25				25	
96	Munivenkatappa	I	5 "	23-8-98	150		120		19	2	100	14
97	Nyatarudry	I	5 "	27-2-98	200		240		130		90	
98	Chikka Ramiah	I	5 "	27-2-98	150		150		20		130	
99		IV	3 months	31-1-02	50		50		30		20	
100	Chikkavenkatappa	I	5 "	29-4-98	100		100		60		40	
102	Doddaya	I	5 "	4-2-98	200		100		50		50	
103	Kivad muniga	I	5 "	27-2-98	150		150		65		85	
104	Muniga	I	5 "	27-2-98	100		100				100	
105	Venkatesiah Ramakrami saoti	I	5 "	26-2-98	200		200		25		175	

90	Parasipa	I	4 yrs	27-2-98	100		100		67	12	32	4	
91	Gauraiah	I	6	27-2-98	300		250		71		179		
92	Nanjundiah	I	8	26-2-98	400		250		200		50		
93	Kakandiya	I	5	26-2-98	150		150		120		30		
94	Ramaiah	I	5	26-2-98	250		250		120		130		
		IV	3 months	30-10-02	30		30				30		
95	Ganga	I	5 yrs	25-2-02	125		25				25		
96	Munivenkatappa	I	5	23-8-98	150		120		19	2	100	14	
97	Nyatanudy	I	5	27-2-98	200		240		130		70		
98	Chikka Ramiah	I	5	27-2-98	150		150		20		130		
		IV	3 months	31-1-02	50		50		30		20		
102	Chikvenkatappa	I	5 yrs	29-4-95	100		100		60		40		
103	Ponna	I	5	4-2-98	100		100		50		50		
104	Kirad muniga	I	5	27-2-98	150		150		65		85		
105	Muniga	I	5	27-2-98	100		100				100		
106	Venkatesiah	I	5	26-2-98	200		200		25		175		
	Tamarind sapling												

130	Veerapaddana Venkatarama	I	5 yrs	4-3-98	150	-	-	150	-	-	-	-	-	150	-	-
131	Lakingiah	I	5	14-3-98	150	-	-	150	-	-	2	99	-	61	-	-
		IV	3 months	10.12.02	10	-	-	10	-	-						
132	Vaddan Rama	I	5 yrs	27-2-98	50	-	-	50	-	-	13	6	6	36	9	6
138	Maddura	I	5 yrs	30-3-99	75	-	-	60	-	-	-	-	-	60	-	-
139	Mattada Munniah	II	6 months	15-5-02	100	-	-	100	-	-	-	-	-	100	-	-
140	Munigadu alias chikpapa	II	do	22-6-00	150	-	-	150	-	-	-	-	-	150	-	-
141	Venkatappa	I	8 yrs	2-5-99	400	-	-	150	-	-	-	-	-	150	-	-
		II	3 months	22-2-02	400	-	-	400	-	-	-	-	-	400	-	-
142	Meenisawmipa	II	1 year	10-8-01	100	-	-	100	-	-	-	-	-	100	-	-
143	Sambayah Bhatpa	II	6 months	11-6-00	100	-	-	100	-	-	-	-	-	100	-	-
144	Ramiah	IV	3 months	16-5-02	45	-	-	45	-	-	-	-	-	45	-	-
145	Subbiah	II	6 months	20-2-02	100	-	-	100	-	-	-	-	-	100	-	-
146	Rudrappa	I	5 yrs	6-9-99	275	-	-	45	-	-	-	-	-	45	-	-
		IV	3 months	20-2-00	50	-	-	50	-	-	-	-	-	50	-	-
148	Banahalli Krishnappa	II	1 yr	28-4-01	300	-	-	300	-	-	-	-	-	300	-	-
150	Venkatamma	II	9 months	20-6-00	25	-	-	25	-	-	-	-	-	25	-	-
151	Bhadriah	I	5 yrs	26-5-99	100	-	-	60	-	-	25	-	-	35	-	-
156	Venkappa	II	5	11-10-00	250	-	-	100	-	-	-	-	-	100	2	-
156	Narasmiah	II	2 yrs	25-10-01	25	-	-	12	8	-	-	-	-	12	8	-
158	Subbarayappa	I	5 yrs	20-4-01	250	-	-	100	-	-	-	-	-	100	-	-
159	Subbiah	II	6 months	30-6-01	50	-	-	50	-	-	-	-	-	50	-	-
161	Marigappa	I	5 yrs	30-11-00	400	-	-	180	-	-	-	-	-	180	-	-
				20-12-00	50	-	-									
166	Thalasojee Rao	I	5 yrs	1-10-01	200	-	-	40	-	-	-	-	-	40	-	-
167	Venkatasawmi	I	5	31-8-01	200	-	-	40	-	-	-	-	-	40	-	-


Total Rs. 47560 - - 32392 8 7420 11 - 24971 13

Mysore Govt., Gen. & Rev. Secretariat

Branch

File No. (if any) and its date—

Banking
36 - 02

Exo. R 457 & 10.8.03

RT. 114-1896-10

26

Office Draft.

(14)

Progs. of the Govt. of H. H. the Maharaja of Mysore.

Read:

Letter No 473 & 30.6.03 from the Inspector of Agricultural Banks submitting the report on inspection by Rao D. N. Varadaraja Rao, Assistant Commissioner of the Agricultural Bank at Bidarpapa - Anekal Taluk.

Order: No

Recorded with the following observations:—

1. The attention of the bank should be drawn to the inspecting officer's remark that it would promote convenience if the bank be called upon to fix the date and hours of business.

2. Regarding the custody of bank registers & accounts, the bank should be directed to adhere to para 6 of the Articles of Association.

3.

appended to the report shows want of strenuous efforts on the part of bank authorities in the matter of collection. It is regrettable to note that the office-bearers themselves ~~are the worst~~ defaulters. The bank should be called upon to recover all the dues concerned within December 1903 or such other date as the D.C. may think fit to fix.

4. The inspecting officer states that the terms fixed for repayment of Government loans are only partially adhered to and that ten years time however is allowed for repayment from 1902-03. The Deputy Commissioner is requested to report whether the terms already allowed may be enforced or the inspecting officer's views may be given effect to.

should be strictly enforced

under G.O. No. 1067-J5-4/10 dt. 30.6.10

3/8/13

Done
4/8/03

V
3/7/03
Secretary

Bud Sec. 3/7

To the D.C.